NSC BRIEFING

1 May 1957

INDONESIA

- I. Indonesian Gov't, turning back on domestic dissidence, is busy readying Voroshilov (arriving 6 May with party of 60 for 19-day state visit).
 - A. Using own planes, Y & Co. will tour Java, Bali & N. Bumatra, avoiding areas under dissident control.
 - B. V. has two major speeches scheduled: expected to offer share "last piece of bread", along '55 B. & K. Asima tour line.
- II. Big Voroshilov splash might cut Indonesian remistance to Sovs' \$100 million aid offer (signed Sep '56 but not yet submitted for parliamentary QK).
 - A. Sukarno and cabinet eager for such funds-needed to bolster economy, finance projects in disaffected provinces.
- III. Meanwhile, 27 Apr army conference proved jolt to Gov't.
 - A. Dissident Cols. Hussein (C. Sumatra) and Samual (East Indo)
 hinted readiness to "raise flag of revolution" unless
 Djakarta mends its ways.
 - B. Dissidents' key demands include abolition centralism; return of Hatta to authority; elimination "non-religious" parties from gov't.
 - C. Outlook is for continued deadlock, with chance of open conflict considerably increased.

ROZES CONVENCES AGEL FIR 70.2 DATE - 16-80 CEMEWER: 372044